

See P

**CANADIAN MALARTIC GOLD
MINES LIMITED**

Annual Report 1966

Canadian Malartic Gold Mines Limited

Head Office

21st Floor, 7 King St. East
Toronto, Ontario

Mine Office

Malartic, P.Q.

Officers

J. P. MILLENBACH
President

G. T. N. WOODROOFFE
Vice-President

D. D. ANDERSON
Secretary

J. T. McWHIRTER
Treasurer

Directors

R. C. MOTT
H. C. HERZ
J. P. MILLENBACH
J. T. McWHIRTER
P. N. PITCHER
G. T. N. WOODROOFFE

Transfer Agents

ROYAL TRUST COMPANY
Toronto, Ontario, and
Montreal, P.Q.

Auditors

GUNN, ROBERTS AND CO.
Toronto, Ontario

Annual Meeting of Shareholders

Elizabeth Room, King
Edward Sheraton Hotel
Toronto, Ontario
2:00 p.m. (Toronto Time)
May 24, 1967

REPORT OF THE DIRECTORS

To the Shareholders:

Your Directors submit herewith the Annual Report of your Company, together with the financial statements for the year ended December 31, 1966 and the Report of the Auditors thereon.

Milling arrangements with Marbridge Mines Limited continued during 1966. Rental income, under the agreement, amounted to \$30,000 during the year.

Total revenue for the year amounted to \$66,847 which included, in addition to the revenue referred to above, investment income and profit on sales of fixed assets and salvaged material. After deducting expenses, \$24,979, and provision for income and mining tax, \$26,688, there remained net income of \$15,180.

Working capital increased by \$27,380 to \$309,266 at December 31, 1966.

The main mining property at Malartic was maintained in good standing.

Subsequent to the end of the year, the property known as the Lartic concession was abandoned. Further examination of certain outside mining claims held by your Company in Cadillac Township is planned for 1967, with a view to deciding whether or not such claims should be retained.

On behalf of the Board,

J. P. MILLENBACH,

President.

Toronto, Ontario,
April 13, 1967.

Canadian Malartic Gold Mines Limited

(Incorporated under the laws of Canada)

BALANCE SHEET — DECEMBER 31, 1966

ASSETS

CURRENT ASSETS

Cash	69,157	
Government and government guaranteed bonds at cost (quoted market value \$219,700)	220,000	
Accounts receivable	70,602	
Supplies at estimated realizable value	2,304	
Prepaid expenses	992	363,055

OTHER ASSETS

Mining properties, buildings, machinery and equipment at nominal value	1	
Special refundable tax	2,800	2,801
		<u>\$ 365,856</u>

LIABILITIES

CURRENT LIABILITIES

Accounts payable and accrued liabilities	34,848	
Income taxes payable	18,941	53,789

SHAREHOLDERS' EQUITY

Capital stock		
Authorized — 4,000,000 shares of no par value		
Issued — 3,651,355 shares	92,534	
Retained earnings	219,533	312,067
		<u>\$ 365,856</u>

Approved on behalf of the Board:

J. P. MILLENBACH, Director.

G. T. N. WOODROOFFE, Director.

AUDITORS' REPORT TO THE SHAREHOLDERS

We have examined the balance sheet of Canadian Malartic Gold Mines Limited as at December 31, 1966 and the statements of income and retained earnings for the year then ended. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion the aforementioned financial statements present fairly the financial position of the company as at December 31, 1966 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Toronto, Canada,
February 28, 1967.

GUNN, ROBERTS AND CO.,
Chartered Accountants.

Canadian Malartic Gold Mines Limited

STATEMENT OF INCOME

Year ended December 31, 1966

REVENUE

Rental of plant	30,000	
Net proceeds from sale of fixed assets and scrap	30,550	
Interest and other income	6,297	66,847

EXPENSES

Administrative and corporate expense	9,876	
Shut-down expense	15,103	24,979

Income before taxes		41,868
---------------------------	--	--------

Deduct:

Quebec mining tax	5,688	
Income taxes	21,000	26,688

Net income for the year		<u>\$ 15,180</u>
-------------------------------	--	------------------

NOTE:

Remuneration of officers and employees who are directors amounted to \$3,050.

STATEMENT OF RETAINED EARNINGS

Year ended December 31, 1966

Balance January 1	204,353
Net income for the year	15,180
Balance December 31	<u>\$ 219,533</u>

